



JON M. HUNTSMAN, JR.
Governor

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Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

0002

September 15, 2009

CERTIFIED RETURN RECEIPT
7003 2260 0002 0247 8546

Mr. Edwin P. Lister
33 West 100 South
Delta, Utah 84624

Subject: Additional Surety Required, Edwin P. Lister, Bullseye #1 Mine, S/023/0031 Juab, County, Utah

Dear Mr. Lister:

The reclamation surety for the Bullseye #1 mine needs to be updated. The Bureau of Land Management currently holds a certificate of deposit in the amount of \$5100.00, but this amount is no longer considered adequate.

Based on current costs, the minimum amount required is \$7400.00 for a three-year escalation or \$7600.00 for a five-year escalation. You could add money to the existing certificate of deposit, or you could submit a separate surety in the form of a letter of credit, another certificate of deposit, cash, or a surety bond. Please contact the Division's bonding coordinator, Penny Berry, at 801-538-5291 or by e mail at bondcoordinator@utah.gov for further information about submitting the bond. She can also provide information about a reclamation contract which is required in addition to the bond.

The additional surety must be submitted no later than November 15, 2009.
Alternatively, you may reclaim the site by this date.

Failure to submit the surety or to reclaim the site may result in withdrawal of your Notice of Intention to Commence Small Mining Operations (after opportunity for a hearing before the Board of Oil, Gas and Mining) and other actions.

On July 16, 2009, the Division received notification from the Bureau of Land Management that your notice with the BLM expired on January 20, 2005. Before you begin mining, you will also need to obtain approval from the BLM.

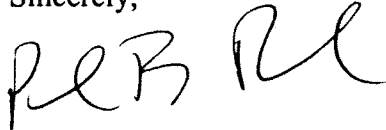


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If you have any questions regarding the requirements of this letter, please contact me at (801) 538-5261, or Wayne Western at (801) 538-5263. Thank you for your immediate attention to this matter.

Sincerely,

A handwritten signature in black ink, appearing to read 'PBB' followed by a stylized flourish.

Paul B. Baker
Minerals Program Manager

PBB:whw:pb

cc: Jerry_Mansfield@BLM.gov

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